



DEPARTMENT OF THE TREASURY
INTERNAL REVENUE SERVICE
WASHINGTON, D.C. 20224

SMALL BUSINESS/SELF-EMPLOYED DIVISION

June 6, 2008

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Impacted IRM: IRM 5.1.7 and IRM 5.10.1

MEMORANDUM FOR DIRECTORS, COLLECTION AREA OPERATIONS

FROM: Frederick W. Schindler /s/ Frederick W. Schindler
Director, Collection Policy

SUBJECT: Interim Guidance for Cases Involving Small Business
Administration Loans

The purpose of this memorandum is to issue interim guidance for cases involving a Small Business Administration (SBA) loan. This memorandum revises Internal Revenue Manual (IRM) 5.1.7.1 and 5.1.7.2 and is effective immediately. Please ensure that this information is distributed to all affected employees within your organization.

The agreement between SBA and IRS referenced in this IRM section is in process of revocation by mutual consent of SBA and IRS. Therefore, the communication and collection procedures in IRM 5.1.7.1.1, IRM 5.1.7.1.3, and IRM 5.1.7.2.1 are no longer required. IRM 5.10.1.3.3(9) referencing the above also no longer applies.

Revenue officers will follow the contact and collection procedures found in IRM 5.1, General Collecting Procedures, when working these types of cases.

When necessary, financial and balance due information will be obtained from the bank that funded the loan. Should revenue officers need other information from SBA, requests will be sent to the following address:

SBA
Portfolio Management Division, Mail Code 7024
409 3rd Street SW, Room 8000
Washington, D.C. 20416

This guidance will be incorporated into the next revision of IRM 5.1.7, General Collecting Procedures - Government Agencies, Federal Employee/Retirees, Military Personnel and Department of Defense Employees, prior to the expiration date of this memorandum.

If you have any questions, feel free to contact me or a member of your staff may contact Program Analyst, Barbara Stanton.

cc: Director, Collection
Office of Chief Counsel, SB/SE
www.irs.gov